

Message Text

UNCLASSIFIED

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ACTION EA-12

INFO OCT-01 ISO-00 SP-02 ICA-20 AID-05 EB-08 NSC-05
TRSE-00 SS-15 STR-07 OMB-01 CEA-01 L-03 CIAE-00
COME-00 FRB-01 INR-10 NSAE-00 XMB-04 OPIC-06
LAB-04 SIL-01 PA-02 /108 W
-----057153 100620Z/10

R 100534Z MAY 78
FM AMEMBASSY TOKYO
TO SECSTATE WASHDC 7759

UNCLAS SECTION 01 OF 02 TOKYO 08324

PASS FEDERAL RESERVE BOARD AND TREASURY

E.O. 11652: N/A
TAGS: EFIN, JA
SUBJECT: CHANGES IN JAPANESE INTEREST RATES

REF: TOKYO 17196 (1977)

1. SUMMARY: THIS CABLE RECAPS CHANGES IN IMPORTANT INTEREST RATES IN JAPAN SINCE NOV 4, 1977. GIVEN FAIRLY SUBSTANTIAL CHANGES IN RATES DURING PAST FEW MONTHS ASSOCIATED WITH MARCH DISCOUNT RATE CUT, EMBASSY BELIEVES INTERESTED WASHINGTON AGENCIES MAY FIND IT USEFUL TO BRING REFTEL UP TO DATE. END SUMMARY.

- EFFECTIVE
- DATE
- NEW OLD REDUCTION (LATEST
- RATE RATE (NOV 77- CHANGE)
- (5/8/78)(11/4/ MAY 78)
- 77)

(1) SHORT-TERM LENDING
RATES:
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BOJ OFFICIAL DIS-
COUNT RATE 3.5 4.25 0.75 3/16

COMMERCIAL BANK
PRIME LENDING RATE 3.75 4.5 0.75 3/20

CALL MONEY RATE

(UNCONDITIONAL) 4.125 4.625 0.5 4/5

(2) LONG-TERM LENDING

RATES:

TRUST FUND BUR

LOANS (7 YEARS

OR MORE) 6.05 6.5 0.45 5/1

GOVT-AFFILIATED FINANCIAL INSTITUTIONS (STANDARD LANDING RATE UNLESS OTHERWISE INDICATED):

JAPAN DEVELOPMENT BANK:

(I) STANDARD LENDING

RATE 7.1 7.6 0.5 3/27

(II) SPECIAL LENDING

RATES 6.05- 6.5- 0.45 5/1
- 7.05 7.5

PEOPLES FINANCE CORP. 7.1 7.6 0.5 3/27

SMALL BUSINESS FINANCE

CORP. 7.1 7.6 0.5 3/27

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HOKKAIDO AND TOHOKU

DEVELOPMENT CORP. 7.1 7.6 0.5 3/27

CENTRAL BANK FOR COM-
MERCIAL AND INDUSTRIAL

COOP.(5 YRS AND MORE) 7.3 7.8 0.5 3/27

JAPAN EXIMBANK (MIN

AND MAX RATES) 6.0- 6.0- 0

- 9.0 9.0

OTHER LONG-TERM
LENDING RATES:

HOUSING LOANS (CITY
BANKS, 20 YRS) 7.62 7.92 0.3 4/10

CONSUMER LOANS (CITY
BANKS, 2 YEARS) 9.25 10.25 1.0 6/1

(3) SAVINGS DEPOSIT RATES:

BANK DEPOSITS:

ORDINARY DEPOSITS 1.00 1.50 0.5 4/17
DEPOSITS AT NOTICE 1.25 1.75 0.5 4/17

DEPOSITS AT DEPOSITS FOR TAX
PAYMENTS 1.75 2.25 0.5 4/17

SPECIAL DEPOSITS 1.00 1.50 0.5 4/17

TIME DEPOSITS:

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NNN

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TRSE-00 SS-15 STR-07 OMB-01 CEA-01 CIAE-00
COME-00 FRB-01 INR-10 NSAE-00 XMB-04 OPIC-06
LAB-04 SIL-01 L-03 PA-02 /108 W
-----057173 100620Z /16

R 100534Z MAY 78
FM AMEMBASSY TOKYO
TO SECSTATE WASHDC 7760

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3 MONTHS 2.50 3.25 0.75 4/17

6 MONTHS 3.75 4.50 0.75 4/17

1 YEAR 4.50 5.25 0.75 4/17

2 YEARS 4.75 5.50 0.75 4/17

1 YEAR FOR WELFARE
PENSION RECEIVERS
(EFFEC UNTIL 11/15/78) 6.75 6.75 0

POSTAL SAVINGS:

ORDINARY SAVINGS 2.40 2.88 0.48 4/25

INSTALLMENT SAVINGS 3.00 3.72 0.72 4/25

TIME SAVING (1 YR) 4.50 5.25 0.75 4/25

SAVING CERTIFICATES:

6 MONTHS AND MORE 3.00 3.75 0.75 4/25
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1 YR AND MORE 3.50 4.25 0.75 4/25

1 YR AND HALF AND MORE 4.25 5.0 0.75 4/25

2 YRS AND MORE 4.60 5.3 0.70 4/25

3 YRS AND MORE 4.75 5.5 0.75 4/25

DEPOSITS WITH TRUST

COMPANIES:

LOAN TRUST, PROVISIONAL

DIVIDEND RATES:

5 YEARS 6.22 6.72 0.5 4/21

2 YEARS 4.95 5.70 0.75 4/21

DESIGNATED MONEY IN TRUST, PROVISIONAL DIVIDEND RATES:

5 YRS OR MORE 6.03 6.53 0.5 3/26

2 YEARS OR MORE 4.8 5.55 0.75 3/26

1 YR OR MORE 4.5 5.25 0.75 3/26

(4) BOND YIELDS AND COUPON ISSUE YIELD TO EFFECTIVE

OTHER RATES: RATE PRICE SUBSCRIB- DATE

- (PCT) (YEN) ERS (LATEST
- CHANGE

(AA RATED, 12 YRS) (6.9) (99.75) (6.938)

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INTEREST-BEARING GOJ 6.1 99.50 6.180 APR ISSUES
BONDS (10 YRS) (6.6) (99.50) 6.683

DISCOUNT GOJ BONDS

(5 YEARS) - 75.75 5.711 APR ISSUES
(74.00) (6.207)

GOVT-GUARANTEED 6.2 99.75 6.240 APR ISSUES
BONDS (10 YEARS) (6.7) (99.75) (6.741)

LOCAL GOVT BONDS 6.2 99.50 6.281 APR ISSUES
(10 YEARS) (6.7) (99.50) (6.783)

GOVT SHORT-TERM BILLS 3.375 99.44 3.393 MAR ISSUES
(60 DAYS) (4.125) (99.32) (4.153)

BANK DEBENTURES:

5-YEAR INTEREST- 6.2 100 6.2 APR ISSUES
BEARING (6.7) (100) (6.7)

1-YEAR DISCOUNT 4.87 99.11 5.141 APR ISSUES
(5.54) (99.44) (5.887)

NOTE: ISSUE CONDITIONS AS OF OCT 1977 SHOWN IN PAREN BELOW

NEW ISSUE CONDITIONS. MANSFIELD

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NNN

Message Attributes

Automatic Decaptoning: X
Capture Date: 01 jan 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INTEREST RATES, AMENDMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 10 may 1978
Decapton Date: 01 jan 1960
Decapton Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 jan 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1978TOKYO08324
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D780197-1074
Format: TEL
From: TOKYO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1978/newtext/t19780571/aaaacixf.tel
Line Count: 246
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 213230a1-c288-dd11-92da-001cc4696bcc
Office: ACTION EA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 5
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 78 TOKYO 17196
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 29 mar 2005
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: N/A
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2729922
Secure: OPEN
Status: NATIVE
Subject: CHANGES IN JAPANESE INTEREST RATES
TAGS: EFIN, JA
To: STATE
Type: TE
vdkgvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/213230a1-c288-dd11-92da-001cc4696bcc
Review Markings:
Sheryl P. Walter
Declassified/Released
US Department of State
EO Systematic Review
20 Mar 2014
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